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**Introduced by Senator Huff**

February 13, 2012

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An act to amend Section 23501 of the Revenue and Taxation Code, relating to taxation.

## LEGISLATIVE COUNSEL'S DIGEST

SB 1059, as introduced, Huff. Corporation income tax.

The Corporation Tax Law imposes a tax upon every corporation at a specified rate upon its net income derived from sources within this state, except as otherwise provided.

This bill would make a technical, nonsubstantive change to this provision.

Vote: majority. Appropriation: no. Fiscal committee: no.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

- 1     SECTION 1. Section 23501 of the Revenue and Taxation Code  
2     is amended to read:  
3     23501. (a) There shall be imposed upon every corporation,  
4     other than a bank, for each taxable year, a tax at the rate of 7.6  
5     percent upon its net income derived from sources within this state  
6     on or after January 1, 1937, other than income for any period for  
7     which the corporation is subject to taxation~~under~~ pursuant to  
8     Chapter 2 (commencing with Section 23101), according to or  
9     measured by its net income.  
10    (b) For calendar or fiscal years ending after June 30, 1973, the  
11    rate of tax shall be 9 percent instead of 7.6 percent as provided by  
12    subdivision (a).

1       (c) For calendar or fiscal years ending after December 31, 1979,  
2       the rate of tax shall be the rate specified for those years by Section  
3       23151.

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